

June 29, 20

Securities 02049161
Division of Corporate Finance
450, Fifth Street,
Washington DC 20459, USA

Fax:

Dear Sir,

We refer our earlier notice of 5th June 2002 vide which we had informed you that due to water shortage at Nagda, the Company has stopped production at its Staple Fibre Plant located there.

With the onset of monsoon and rains in Nagda area our Staple Fibre Plant in Nagda has commenced production from 28th June. The plant is expected to reach full capacity utilisation in next 3 to 4 days time.

Thanking you,

Yours faithfully,

MMalu Ashok Malu Company Secretary PROCESSED

OR THE PERSON

82-3322 By Air Mail

AUG 3 0 2002

THOMSON FINANCIAL

JUN 921

GRASIM INDUSTRIES LIMITED

(Corporate Finance Division)